

State of Utah  
Division of Oil Gas & Mining  
Mining/Exploration Summary

08/03/2000

**LARGE MINING OPERATION**

Permt # **M270007**

Name: **DRUM MINE**

**Permit Status**

Status: **APP**      Approved:  
Recieved: **07/08/1983**      **11/28/1983**  
Tent Appr: **10/03/1983**

**Mine Status**

Status: **FOR**  
Date: **01/07/1999**

**Ownership**

Surface: **BLM**  
Mineral: **BLM**

**Location**

UTMX: **326,910**  
UTMY: **4,377,373**

**Methods**

Minerals Mined/Explored: **GOLD**

Surf/Under: **SURFACE**

Methods Used:

**Bonding**

Approved Acres    Acres Released    Date Released  
**137**                      **0**                      **/ /**

Bond Type

**US TREASURY & SURETY**

Bond Amount:              Date Bond Expires:  
**\$ 429,080**              **08/03/1994**

**Permit Fees**

Date Sent	Date Received
<b>06/26/1998</b>	<b>/ /</b>
Fee Received	Cash Receipt
<b>\$ 0</b>	
Deliquent Notice	
<b>/ /</b>	

**Comments:**

8/2/00 - Site inspection to evaluate reclamation progress - see details for complete report.

6/28/2000 - Board Chairman and Division Director approved and signed request for emergency expenditure of fines and forfeiture funds for reclamation of the Drum Mine pursuant to DOGM's 7/17/2000 inspection memo wherein closure of mine portals are extremely unstable and pose a hazard to the public.

6/21/2000 - Letter sent to Utah State Treasurer authorization release of \$99,335 (principal & interest) of forfeited Jumbo Mining Bond to Western States Minerals. Please forward amount to John Carmody, Western States Minerals, Wheat Ridge Co.

6/6/2000 - Received letter and invoice from Western stating they commenced construction at the Drum on 6/5 - they have had personnel at the

**Last Action**

Action: **98 FEE**

Start Date: **06/26/1998**

End Date: **/ /**

Fee \$0 - Receipt #

**Last Inspection**

Date **08/02/2000**

Inspector **DJ**

Time of Inspection: **0930 a.m.**

Conditions: **Smokey & Hot**

Participants: **Chuck Cundick - Western States; Wayne Hedberg, Doug Jensen, Lynn Kunzler - DOGM**

**Last Annual Report 1996**

Acreage: **137.0**

Acr Reclaimed: **0.0**

Production: **, ,**

**Last Agency Action**

Agency: **BLM**

Agency ID: **UTU-063447**

Date: **/ /**

**Operator WESTERN STATES MINERALS CORP**

Oper Id: **930**

TaxID

Contact: **JIM ASHTON / BUZZ GERICK**

Address: **250 S ROCK BLVD STE 130**

Phone: **(775) 856-3339**

Fax

E-Mail

**RENO NV 89502**

Corporate office: **4975 Van Gordon St. Wheat Ridge, CO 80033 (303) 425-7042 - fax (303) 425-6634**

**Location**

Qqqtr	Qqtr	Qtr	Section	Township	Range	Merid	Quad	Sheet
			<b>07</b>	<b>S15.0</b>	<b>W10.0</b>	<b>S</b>		